## 104TH CONGRESS 1ST SESSION

## H. R. 1295

To amend the Trademark Act of 1946 to make certain revisions relating to the protection of famous marks.

## IN THE HOUSE OF REPRESENTATIVES

March 22, 1995

Mr. Moorhead (for himself, Mr. Sensenbrenner, Mr. Coble, Mr. Canady of Florida, Mr. Goodlatte, Mr. Bono, and Mr. Boucher) introduced the following bill; which was referred to the Committee on the Judiciary

## A BILL

To amend the Trademark Act of 1946 to make certain revisions relating to the protection of famous marks.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Federal Trademark
- 5 Dilution Act of 1995".
- 6 SEC. 2. REFERENCE TO THE TRADEMARK ACT OF 1946.
- 7 For purposes of this Act, the Act entitled "An Act
- 8 to provide for the registration and protection of trade-
- 9 marks used in commerce, to carry out the provisions of
- 10 certain international conventions, and for other purposes",

- 1 approved July 5, 1946 (15 U.S.C. 1051 and following),
- 2 shall be referred to as the "Trademark Act of 1946".
- 3 SEC. 3. REMEDIES FOR DILUTION OF FAMOUS MARKS.
- 4 (a) Remedies.—Section 43 of the Trademark Act of
- 5 1946 (15 U.S.C. 1125) is amended by adding at the end
- 6 the following new subsection:
- 7 "(c)(1) The registrant of a famous mark registered
- 8 under the Act of March 3, 1881, or the Act of February
- 9 20, 1905, or on the principal register shall be entitled,
- 10 subject to the principles of equity and upon such terms
- 11 as the court deems reasonable, to an injunction against
- 12 another person's commercial use in commerce of a mark
- 13 or trade name, if such use begins after the registrant's
- 14 mark becomes famous and causes dilution of the distinc-
- 15 tive quality of the registrant's mark, and to obtain such
- 16 other relief as is provided in this subsection. In determin-
- 17 ing whether a mark is distinctive and famous, a court may
- 18 consider factors such as, but not limited to—
- 19 "(A) the degree of inherent or acquired distinc-
- 20 tiveness of the mark;
- 21 "(B) the duration and extent of use of the
- 22 mark in connection with the goods or services with
- which the mark is used;
- 24 "(C) the duration and extent of advertising and
- 25 publicity of the mark;

- 1 "(D) the geographical extent of the trading 2 area in which the mark is used;
- 3 "(E) the channels of trade for the goods or 4 services with which the mark is used;
- "(F) the degree of recognition of the registrant's mark in the trading areas and channels of trade of the registrant and the person against whom the injunction is sought; and
- 9 "(G) the nature and extent of use of the same 10 or similar marks by third parties.
- 11 "(2) In an action brought under this subsection, the
- 12 registrant shall be entitled only to injunctive relief unless
- 13 the person against whom the injunction is sought willfully
- 14 intended to trade on the registrant's reputation or to
- 15 cause dilution of the registrant's mark. If such willful in-
- 16 tent is proven, the registrant shall also be entitled to the
- 17 remedies set forth in sections 35(a) and 36, subject to the
- 18 discretion of the court and the principles of equity.
- 19 "(3) The ownership by a person of a valid registra-
- 20 tion of a mark under the Act of March 3, 1881, or the
- 21 Act of February 20, 1905, or on the principal register
- 22 shall be a complete bar to an action against that person,
- 23 with respect to that mark, that is brought by another per-
- 24 son under the common law or a statute of a State and

- 1 that seeks to prevent dilution of the distinctiveness of a
- 2 mark, label, or form of advertisement.
- 3 "(4) The following shall not be actionable under this
- 4 section:
- 5 "(A) Fair use of a registrant's mark by another
- 6 person in comparative commercial advertising or
- 7 promotion to identify the registrant's competing
- 8 goods or services.
- 9 "(B) Noncommercial use of a mark.".
- 10 (b) Conforming Amendment.—The heading for
- 11 title VIII of the Trademark Act of 1946 is amended by
- 12 striking "AND FALSE DESCRIPTIONS" and inserting
- 13 ", FALSE DESCRIPTIONS, AND DILUTION".
- 14 SEC. 4. DEFINITION.
- 15 Section 45 of the Trademark Act of 1946 (15 U.S.C.
- 16 1127) is amended by inserting after the paragraph defin-
- 17 ing when a mark shall be deemed to be "abandoned" the
- 18 following:
- 19 "The term 'dilution' means the lessening of the ca-
- 20 pacity of a registrant's mark to identify and distinguish
- 21 goods or services, regardless of the presence or absence
- 22 of—
- "(1) competition between the registrant and
- other parties, or

- 1 "(2) likelihood of confusion, mistake, or decep-
- 2 tion.".
- 3 SEC. 5. EFFECTIVE DATE.
- 4 This Act and the amendments made by this Act shall
- 5 take effect on the date of the enactment of this Act.

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